



# Iron Ore Offshore Intraday Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

## Iron Ore Offshore May 26 Morning Technical Comment—240 Min Chart



	Support	Resistance	Current Price	Bull	Bear
S1	103.58	R1	105.33	RSI above 50	
S2	103.01	R2	105.43		
S3	102.10	R3	105.95		

### Synopsis - Intraday

Chart source Bloomberg

- Price is between the 34 - 55 period EMA's
- RSI is above 50 (55)
- Stochastic is above 50
- Price is above daily pivot level USD 103.58
- Technical Outlook Previously: Support remained vulnerable.
- We noted previously that the upside rejection in the Asian day session warned that the USD 102.10 support could be tested and broken. The bearish momentum confirmation previously had warned that upside moves should be considered as countertrend, this remained the case. Key resistance was unchanged at USD 105.33, above this level the probability of the futures trading to a new low will begin to decrease.
- The futures remain supported having traded to a high of USD 104.80. We are between the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 103.58 with the RSI at or below 36.5 would mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 105.33 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Likewise, corrective moves that hold at or above USD 101.34 will imply that there is a larger, bullish Elliott wave cycle in play.
- Technical Outlook: Support remains vulnerable
- The futures continue to see bid support with the RSI moving average now flat, implying sell side momentum has slowed. However, our lower timeframe Elliott wave analysis (based on the correction), alongside the bearish momentum confirmation previously, continue to suggest that upside moves should be considered as countertrend in the near-term. Key resistance is at USD 105.33, if breached then the probability of price trading to a new low will begin to decrease; however, the 200-period intraday MA is at USD 105.44. This is a benchmark average and holds more weight than the Fibonacci resistance, meaning for upside continuation, price will need to close and hold above the average. Conversely, if the USD 105.34 resistance is breached, but price fails to hold above the 200-period MA, then support should still be considered as vulnerable.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)